

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN)	
ACCORDANCE WITH PURCHASED)	
GAS ADJUSTMENT CLAUSE OF)	CASE NO. 7897-C
AUXIER ROAD GAS COMPANY, INC.)	

O R D E R

On April 23, 1981, the Commission issued its Order in Case No. 7897 approving certain rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On August 10, 1981, Auxier Road Gas Company ("Applicant") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") on September 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of April 23, 1981. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to increase the cost of natural gas of its supplier.

The amount of the increased cost of gas to the Applicant will be \$61,870 on an annual basis.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds that:

(1) The Applicant's supplier has filed increased rates and said rates will become effective on and after September 1, 1981.

(2) The Applicant's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 7897, dated April 23, 1981, is fair, just and reasonable and in the public interest and should be allowed to be effective with gas supplied on and after September 1, 1981.

IT IS THEREFORE ORDERED that the purchased gas adjustment sought by the Applicant be and the same is hereby approved to be effective with gas supplied on and after September 1, 1981, as set out in Appendix A attached hereto and made a part hereof.

IT IS FURTHER ORDERED that for the purpose of the future application of the purchased gas adjustment clause of Applicant the base rate for purchased gas shall be:

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$4.139 per Mcf

IT IS FURTHER ORDERED that the information furnished this Commission by the Applicant on August 10, 1981, constitutes full compliance with this Commission's Order in

Case No. 7897, and any other information ordinarily required to be filed under the Commission's rules is hereby waived.

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 26th day of August, 1981.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 7897-C DATED
AUGUST 26, 1981

The following rates are prescribed for the customers in the area served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First	1 Mcf per month	\$6.728
All over	1 Mcf per month	5.928